1 ROGER A. BERGMANN State Bar No. 733 A Professional Corporation 4947 W. Lakeridge Terrace Lane Reno, Nevada 89509 Attorney for Chad Blanchard, Water Master 6 UNITED STATES DISTRICT COURT 7 FOR THE DISTRICT OF NEVADA 8 THE UNITED STATES OF AMERICA, 9 Plaintiff, 10 vs. IN EQUITY 3:73-CV-0003-LDG 11 ORR WATER DITCH COMPANY, et al., 12 Defendant. 13 ORDER APPROVING WATER MASTER'S BUDGET FOR 14 2016-2017; CREATING AN ASSESSMENT TO REPLENISH THE FUND HERETOFORE ESTABLISHED TO PAY THE 15 EXPENSE OF CONDUCTING THE WATER MASTER'S OFFICE; CREATING A SPECIAL ASSESSMENT TO 16 CONTINUE THE FUND HERETOFORE ESTABLISHED TO 17 PAY THE EXPENSE OF SPECIAL ADMINISTRATION OF STEAMBOAT CREEK AND THE WASHOE LAKE 18 OR UPPER STEAMBOAT CREEK AND THE WASHOE LAKE RESERVOIR; APPORTIONING THE COSTS THEREOF; 19 AND PROVIDING THE MANNER AND METHOD FOR COLLEC-TION THEREOF; AND APPROVING THE WATER MASTER'S 20 ADMINISTRATION OF THE DECREE FOR 2015-2016 21 BE IT REMEMBERED that the petition of CHAD BLANCHARD, Water 22 Master appointed herein to administer the Final Decree entered 23  $\phi$ n September 8, 1944, asking that an assessment be created to 24 replenish the fund heretofore established to pay the expenses of conducting the office of the Water Master, and a special 27 assessment be created to replenish the fund heretofore

1 established to pay the expense of his special administration of Steamboat or Galena Creek, Washoe Creek or Upper Steamboat Creek and the Washoe Lake Reservoir, and approving the Water Master's 4 administration of the Decree for 2015-2016, and approving the 5 filing of an audit for 2015-2016, by January 15, 2017, and for 6 such other action as might seem meet and proper in the premises, 7 filed with the Clerk of this Court on December 30, 2016, having 8 come on for hearing this date pursuant to proper notice, and all parties having the opportunity to be heard on objections filed, 11 and good cause appearing,

## NOW, THEREFORE, IT IS HEREBY ORDERED:

12

13

15

16

17

18

19

21

25

26

27

28

- 1. That the estimated general budget for the period from October 1, 2016, to September 30, 2017, submitted by the Water Master on December 30, 2016, as part of his petition, is hereby approved.
- That in order to provide a means for the payment of further expense of conducting the Office of the Water Master, particularly for the period from October 1, 2016 to September 30, 2017, there is hereby created an assessment in the sum of FOUR 22 HUNDRED FIFTY THOUSAND DOLLARS (\$450,000.00) to replenish the  $23|\mathsf{fund}$  heretofore established, and that the same be, and hereby is  $24|_{ t apportioned}$  to be paid and borne as provided in the Final Decree, to wit:

One-third by the United States of America,

3

4

5

6

7

15

16

17

18

19

20

21

26

27

28

one-third by the TRUCKEE MEADOWS WATER AUTHORITY and the remaining one-third by the remaining persons or corporations whose rights are adjudicated by this Decree.

- 3. That the Truckee-Carson Irrigation District and the Bureau of Indian Affairs of the United States of the Interior be, and they hereby are, ordered and directed to pay the Office of the Water Master in this case, as their apportioned one-third assessment, the sum of ONE HUNDRED FIFTY THOUSAND DOLLARS 11 (\$150,000.00); that NINETY-TWO and ONE-HALF PERCENT (92-1/2%) of |12| said amount, being the sum of ONE HUNDRED THIRTY-EIGHT THOUSAND SEVEN HUNDRED FIFTY DOLLARS (\$138,750.00), is to be borne by the Truckee-Carson Irrigation District for Newlands project lands, and SEVEN and ONE-HALF PERCENT (7-1/2%) of said amount, being the sum of ELEVEN THOUSAND TWO HUNDRED FIFTY DOLLARS \$11,250.00), is to be borne by the Bureau of Indian Affairs of the United States Department of the Interior for Pyramid Indian lands, such assessment to be paid on or before April 30, 2017.
- That defendant, TRUCKEE MEADOWS WATER AUTHORITY, be, 22 and it is hereby ordered, and directed to pay the Office of the  $23|\psi$ ater Master in this case, as its apportioned one-third of the  $24ert_{ t a}$ ssessments, the sum of ONE HUNDRED FIFTY THOUSAND DOLLARS (\$150,000.00), the assessment to be paid on or before April 30, 2017.

5 6

7

8

15 16

17

18

19

25 **26** 

27

- That the "remaining persons or corporations whose rights are adjudicated by this Decree, or their successors in interest", be, and they hereby are, ordered and directed to pay as their apportioned one-third of the assessment, the total sum of ONE HUNDRED FIFTY THOUSAND DOLLARS (\$150,000.00), payable as more specifically hereinafter set forth.
- 6. That Washoe County Water Conservation District be, and it hereby is, directed to levy and collect prorata assessments from the remaining persons or corporations whose rights were 11 adjudicated by this Decree and whose lands are within the 12 boundaries of the Washoe County Water Conservation District in  $13|_{ t t}$ he amount of SIXTY-FIVE PERCENT (65%) of their apportioned onethird shares of the total assessments provided for in this Decree, being the sum of NINETY-SEVEN THOUSAND FIVE HUNDRED DOLLARS (\$97,500.00); that Washoe County Water Conservation District be, and it hereby is, directed to allocate said sum among it members as aforesaid, according to a schedule of charges based upon acreage, including minimum charges applicable to fractional acreage, which schedule shall be subject to the 22 approval of the Water Master, and that the Washoe County Water 23|Conservation District shall pay the aforesaid sums collected by 24|such District for the Water Master on or before April 30, 2017.
  - 7. That the remaining persons or corporations whose rights were adjudicated by this Decree and whose lands are

1 butside of the boundaries of the Washoe County Water Conservation District be, and hereby are, ordered and directed 3to pay THIRTY-FIVE PERCENT (35%) of their apportioned one-third 4 share of the total assessments provided for in this Decree, 5 being the sum of FIFTY-TWO THOUSAND FIVE HUNDRED DOLLARS 6 (\$52,500.00); that the Water Master, CHAD BLANCHARD, be, and 7 hereby is, directed to collect such sums as aforesaid according 8 to a schedule of charges, which charges shall be paid to the Water Master on or before April 30, 2017, as follows: 11 minimum assessment of SEVENTEEN DOLLARS AND 20 CENTS (\$17.20) 12 against those parties owning fifty (50) acre-feet or less;  $^{13}|_{ ext{against}}$  those parties owning more than fifty (50) acre-feet, the 14 sum of THIRTY-FIVE CENTS (\$.35) for each acre-foot.

15

16

17

18

19

27

28

8. That the Water Master, CHAD BLANCHARD, be, and hereby is, directed to continue to maintain as part of the Water Master's fund, a separate bank account or accounts known as the Excess Payment Account" heretofore established pursuant to an order of this Court, only as to the assessments collected from the remaining persons or corporations whose lands are outside 22 the boundaries of the Washoe County Water Conservation District, 23 and who are responsible for THIRTY-FIVE PERCENT (35%) of their 24apportioned one-third share of the total assessments provided for in this Decree; and that any excess sums which are collected and deposited in said account shall be held in such account, and

5

6

7

8

11

15

16

17

18

19

24

26

27

28

 $1|_{\text{subject to disbursement only as may be directed from time to}}$ time by this Court.

- That the Water Master's estimated excess payments 9. account budget for the period from October 1, 2016 to September  $\beta$ 0, 2017, submitted by the Water Master on December 30, 2016, as part of his petition herein, is hereby approved.
- That the Water Master's report and audit for the 10. fiscal year ending September 30, 2016, filed with the court on December 30, 2016, is hereby approved.
- 11. That the Water Master is granted authority to continue 12 the additional duties of supplying hydraulic data and assisting  $13ert_{ t in}$  the coordination of the operation of the Prosser Creek and Stampede Reservoirs in the State of California pursuant to a request therefore made by the Bureau of Reclamation of the united States Department of the Interior, his services in that connection to be compensated for at a sum not to exceed ONE HUNDRED SIXTY-SIX THOUSAND DOLLARS (\$166,000.00) per year; that the Prosser Creek and Stampede Reservoirs' operation budget for 21 the period from October 1, 2016, to September 30, 2017, 22 submitted by the Water Master on Petition filed December 30, 23|2016, is hereby approved.
- That all monies collected from the Bureau of 12.  $25|_{ extsf{Reclamation}}$  of the United States Department of the Interior pursuant to this Order shall be deposited by the Water Master in

1 a special fund of the Water Master's Office.

2

3

5

6

7

10

15

16

17

18

19

**26** 

27

- That the Water Master shall include in the annual 13. report and audit by a certified public accountant, required to be filed by him with the Court on or before January 15, 2018, a report concerning his services rendered the Bureau of Reclamation of the United States of the Interior for the period ending on September 30, 2017, and an audit of the monies collected and expended by him in connection with such services.
- That the Budget submitted by the Water Master on 11 December 30, 2016, as an Exhibit "B" (Special Fund) to his 12|petition, as the necessary expenses to be incurred by the Water 13 Master in administrating the provisions of the Final Decree |14| relating to Steamboat or Galena Creek, Washoe Creek or Upper Steamboat Creek and the Washoe Lake Reservoir from October 1, 2016 to September 30, 2017 is hereby approved.
- That in order to provide a means for the payment of the additional necessary expenses to be incurred by the Water Master in administering the provisions of the Final Decree 21 relating to Steamboat or Galena Creek, Washoe Creek or Upper 22|Steamboat Creek and the Washoe Lake Reservoir for the period 23|from October 1, 2016, to September 30, 2017, there are hereby 24 created special assessments in the total sum of EIGHTEEN 25 THOUSAND DOLLARS (\$18,000.00), more or less, as shown in the Special Assessment Roll on the records of the Water Master, to

 $1|_{\text{continue}}$  the fund heretofore established on July 27, 1962, by an

Order of this Court for special administration.

3

4 5

6

7 8

10

13

15

16

17

18 19

23

25

26 27

- That the water users named in the Special Assessment 16. Roll on the records of the Water Master, be, and they hereby are, prdered and directed to pay the office of the Water Master the sums of money specified as their share of such special assessments in such Special Assessment Roll on or before April 30, 2017.
- That all monies collected as such special assessments 17. 11 pursuant to this order, shall be deposited by the Water Master 12|in a special fund of the Water Master's office.
- 18. That the Water Master shall include in the annual report and audit by a certified public accountant, required to be filed by him with the Court on or before January 15, 2018, a report concerning his special administration of the water of Galena or Steamboat Creek, Washoe Creek or Upper Steamboat Creek and the Washoe Lake Reservoir for the period from October 1, 2016 to September 30, 2017, and an audit of the special 21 assessment monies collected and expended by him in the 22 supervision of such stream system for said period.
- That the Water Master shall continue to operate the  $24|_{
  m reservoirs}$  of Boca and Lake Tahoe.
  - That each and all of the various assessments and 20. special assessments above stated and apportioned to the various

parties hereto are hereby adjudged to the extent of the various assessments and special assessments to be a charge and bbligation taxable and payable as costs in this action, the same as if entered in a judgment or decree, and to be and remain until paid, a first lien, against all right, title and interest of the above-named defendants, intervenors, parties or persons, and their predecessors and successors in interest, in the lands, ditches, water and water rights and works owned or claimed by them, or as shown, appearing, mentioned or described in the 11 findings or in the papers in this case.

21. That if any of the sums so assessed, apportioned and allowed remain unpaid thirty (30) days after the date mentioned for the payment thereof, attachments for contempt may issue against the party or parties failing to make any payments so ordered to be made, and execution may issue for the recovery, satisfaction or obtaining of payment thereof against the parties, intervenors or persons liable for the payment thereof as above allowed, together with a reasonable late payment fee, and 21 against their right, title and interest in the lands, ditches, 22 water and water rights and works, and other property, whether 23 conveyed after the commencement of this suit or not; and the  $24|_{ extsf{same}}$  may be seized and sold to pay and satisfy such amount so 25allowed and remaining unpaid, together with costs, and a reasonable late payment fee not less that TEN DOLLARS (\$10.00),

27

26

5

6

12

15

16

17

18

19

1 the same as in cases of foreclosure of mortgage and liens, or upon judgment in ordinary actions at law or in equity, and the 3Water Master is hereby authorized and empowered to shut off the 4 water of any party failing to make any payments assessed against 5 him or her, or his or her water rights, at the time or times at 6 which the same should be made, such water to remain shut off 7 until such time as any such payments shall be made, and the 8 costs of shutting off such water shall be assessed against any such party.

That the Water Master, CHAD BLANCHARD, be, and hereby 12|is, directed to continue in effect the surety bond in the sum of  $13|_{ t FIFTY}$  THOUSAND DOLLARS (\$50,000.00) heretofore provided pursuant to his order of appointment for the faithful performance of his duties as custodian of such funds and the property that may be in his care.

11

15

16

17

18

19

21

27

- 23. That the operation and administration of the Water Master's Office in administering the provisions of the Final Decree for the period from October 1, 2015 to September 30, 2016, is hereby approved.
- 22 That the parties in interest must notify the Office of 23|the Water Master when title to a water right is changed, and 24|that the Water Master shall not be required to deliver water to  $25|_{ ext{any}}$  new owner unless written notice of such change is received 26 by the Water Master's Office.

8

10

16

17

18

19

20

21

24

25

26

27

28

- That the Water Master is directed to create a funded account pursuant to existing Personnel and Benefits Policy to cover the cost of continuing health insurance on qualified personnel, upon their retirement, and that the cost shall be included in the Water Master's Budget each year until such time as the earned benefit is exhausted.
- 26. That the commencement of the Truckee River Operating Agreement on December 1, 2015, is hereby approved.
- 27. That the Clerk of this Court give notice of the 11 required payments to be made by each water user by mailing a  $12|\mathsf{copy}$  of this Order and the Notice annexed hereto to each of the |13|attorney's appearing of record for the Plaintiff and sundry Defendants in this cause within five (5) days of the entry of this Order; the Water Master is further directed to give such hotice to the parties hereto and their successors and assigns by publishing a copy of the Notice annexed hereto in the Reno Gazette-Journal once a week for two (2) successive weeks.

This Order is made subject to such further orders as the Court may deem proper to make hereafter regarding this Order for 22|the compensation or expenses of the Water Master and his 23 assistants or the payment thereof.

DATED this  $\frac{31}{2}$  day of  $\frac{1}{2}$